

COUNCIL ON PENSIONS AND INSURANCE

Amendment No. 1 to HB3505

Fitzhugh
Signature of Sponsor

FILED

Date _____

Time _____

Clerk _____

Comm. Amdt. _____

AMEND Senate Bill No. 3054*

House Bill No. 3505

by deleting all language after the enacting clause and by substituting instead the following:

SECTION 1. Tennessee Code Annotated, Section 8-50-1203, is amended by deleting subdivision (2) thereof in its entirety and by substituting instead the following:

(2)(A) The investment committee of the political subdivision must adopt, in writing, an investment policy authorizing how assets in the trust may be invested. The policy shall not authorize assets in the trust to be invested in any instrument, obligation, security, or property that would not constitute a legal investment for assets of Tennessee domestic life insurance companies;

(B) Notwithstanding the provisions of subdivision (2)(A) above, the investment committee of a political subdivision may adopt, in writing, an investment policy authorizing assets in the trust to be invested and managed in accordance with the investment policy the political subdivision utilizes to manage pension assets; provided, however, such pension fund management must conform to the provisions of the Tennessee Uniform Prudent Investor Act of 2002, as the same may be amended from time to time;

SECTION 2. This act shall take effect upon becoming a law, the public welfare requiring it.